



CITY OF LODI

COUNCIL COMMUNICATION

AGENDA TITLE: Reject Bid for 12-KV Power Regulator (EUD 91-2)

MEETING DATE: May 15, 1991

PREPARED BY: Electric Utility Director

RECOMMENDED ACTION: That the City Council reject the bids for one 12-KV Power Regulator.

BACKGROUND INFORMATION: On March 6, 1991, the City Council approved specifications and authorized advertisement for (re)bids on one 12-KV Power Regulator. Bids were opened on April 2, 1991, with the following results:

<u>Supplier</u>	<u>Price incl. tax</u>	<u>Life cycle cost</u>
Cooper Power Systems Burlingame, CA	\$226,149.85	\$260,149.85
Delta Star Belmont, CA	\$219,212.15	\$410,812.15
Siemens* Jackson, MS	\$124,177.94	\$264,177.94

*Does not meet specifications

This unit was bid earlier; one bid was received and it was rejected at the February 6, 1991, City Council meeting based on the sole bid being 54.1% in excess of budgeted funds. It was subsequently learned that with minor technical changes to the specifications, additional suppliers would be bidding in a rebid situation and that the bid price could be expected to be approximately \$140,000, the engineers estimate for this purchase.

Rebidding this unit did not improve the City's position, in fact the low bid is now 55.9% above budgeted funds for this purchase. Based on the results of the rebid other more economically advantageous options are available thus the recommendation to reject all bids

APPROVED: _____

THOMAS A. PETERSON
City Manager

FUNDING: Not applicable.



Henry J. Rice
Electric Utility Director

HJR/1a

Prepared by: Hans Hansen, Assistant Electric Utility Director

cc: Assistant Electric Utility Director
Electrical Engineer
Purchasing Officer

EUCC/TXTA.04P/REC.DIR

RESOLUTION NO. 91-83
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A RESOLUTION OF THE LODI CITY COUNCIL
REJECTING ALL BIDS RECEIVED FOR THE
CONTRACT FOR ONE 12-KV POWER REGULATOR

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WHEREAS, in answer to notice duly published in accordance with law and the order of this City Council, sealed bids were received and publicly opened on April 2, 1991 at 11:00 a.m. for the contract for one 12-KV Power Regulator, described in the specifications therefor approved by the City Council on March 6, 1991; and

WHEREAS, said bids have been compared, checked, and tabulated and a report thereof filed with the City Manager as follows:

<u>Supplier</u>	<u>Price Incl. Tax</u>	<u>Life Cycle Cost</u>
Cooper Power Systems Burlingame, CA	\$226,149.85	\$260,149.85
Delta Star Belmont, CA	\$219,212.15	\$410,812.15
Siemens * Jackson, MS	\$124,177.94	\$264,177.94

* Does not meet specifications

WHEREAS, the bids received greatly exceed the Engineer's estimate of approximately \$140,000;

NOW, THEREFORE, BE IT RESOLVED BY THE LODI CITY COUNCIL, that all bids for the 12-KV Power Regulator are hereby rejected.

Dated: May 15, 1991


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I hereby certify that Resolution No. 91-83 was passed and adopted by the City Council of the City of Lodi in a regular meeting held May 15, 1991 by the following vote:

Ayes: Council Members - Pennino, Pinkerton, Sieglock, Snider
and Hinchman (Mayor)

Noes: Council Members - None

Absent: Council Members - None


Jennifer M. Perrin
Deputy City Clerk

for Alice M. Reimche
City Clerk